FISCAL NOTE

SB 2338 - HB 2846

January 31, 1998

SUMMARY OF BILL: Requires any funds from penalties, fines or settlements from health care fraud to be deposited in the Home and Community Based Care Options Fund. Expenditures are to be made only from fund income and not principal. Funds are earmarked for expansion of home and community-based care alternatives to nursing homes for the elderly.

ESTIMATED FISCAL IMPACT:

Decrease State Revenues - Exceeds \$100,000 - General Fund Increase State Revenues - Exceeds \$100,000 - Home and Community Based Care Options Fund

Recoveries from fraud cases are currently used to repay the Federal government, reimburse TBI investigation expenses with the remainder being returned to the general fund. This legislation places such revenue into this earmarked account. Estimate assumes that large collections will occur on occasion although in most years recoveries will be smaller. Estimate also assumes that repayment of Federal funding occurs prior to investment in the fund.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

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